

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

| | | |
|-------------------------------|---|---------------------|
| PURCHASED WATER ADJUSTMENT |) | |
| FILING OF WARREN COUNTY WATER |) | |
| DISTRICT (SEWER DIVISION) |) | CASE NO. 2011-00287 |
| |) | |

O R D E R

On August 1, 2011, Warren County Water District (Sewer Division) ("Warren County") applied for approval to adjust its rates pursuant to KRS 278.015 and 807 KAR 5:068.

The Commission, having reviewed the record and being sufficiently advised, finds that:

1. Warren County purchases sewage treatment services from Bowling Green Municipal Utilities ("Bowling Green").
2. Bowling Green notified Warren County that, effective for sewage services rendered on and after September 1, 2011, Bowling Green's wholesale sewage treatment rate to Warren County would increase from \$0.9764 per 1,000 gallons to \$1.2409 per 1,000 gallons.
3. Warren County proposes to adjust its rates to reflect this increase in the sewage rate to its customers for bills rendered on and after September 1, 2011.
4. Warren County bills for sewage collection and treatment services based upon a customer's water usage.

5. During the 12 months ending May 31, 2011, Warren County sold 715,298,000 gallons of water and Bowling Green treated 473,338,305 gallons of sewage from Warren County.

6. The increase in the cost of sewage treatment is \$125,198, resulting in a sewage treatment adjustment of \$0.18 per 1,000 gallons.

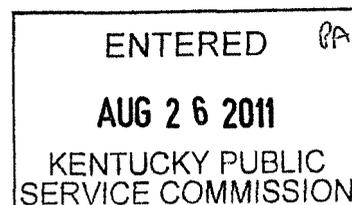
7. The proposed sewage treatment adjustment of \$0.18 per 1,000 gallons is fair, just, and reasonable and should be approved.

8. The rates set forth in Appendix B are fair, just, and reasonable for sewage collection and treatment services and should be approved.

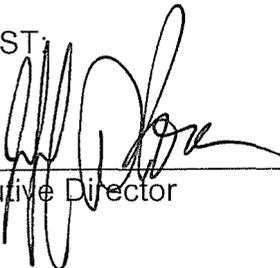
IT IS THEREFORE ORDERED that:

1. Warren County's proposed rates are approved.
2. The proposed sewage treatment adjustment of \$0.18 per 1,000 gallons as calculated in Appendix A is approved.
3. The rates in Appendix B are approved for sewage collection and treatment services that Warren County renders on and after September 1, 2011.
4. The tariff sheets included in Warren County's application are approved as filed.

By the Commission



ATTEST:



Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00287 DATED

AUG 26 2011

| | Base Rate | New Rate |
|--|-----------------------|--------------------------|
| Warren County Water District – Wastewater Division | | |
| Wastewater Treatment in gallons | | |
| Bowling Green Municipal | 473,338,305 | 473,338,305 |
| Volumetric Rate | <u>\$0.9764/1,000</u> | <u>\$1.2409/1,000</u> |
| | \$462,167.52 | \$587,365.50 |
| Increased treatment cost | | \$125,197.98 |
| Increased sewage treatment cost | | \$125,197.98 |
| Divided by gallons of water sold | | <u>715,298,000</u> |
| Purchased sewage treatment adjustment factor | | \$0.18 per 1,000 gallons |

APPENDIX B

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE
COMMISSION IN CASE NO. 2011-00287 DATED **AUG 26 2011**

The following rates and charges are prescribed for the customers in the area served by Warren County Water District–Wastewater Division. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Monthly Sewer Rates For All Areas Outside The City of Smiths Grove:

5/8" X 3/4" Inch Meter

| | | |
|-------|-----------------|------------------------|
| First | 2,000 gallons | \$9.24 Minimum Bill* |
| Next | 6,000 gallons | 3.82 per 1,000 gallons |
| Next | 12,000 gallons | 2.63 per 1,000 gallons |
| Next | 80,000 gallons | 2.24 per 1,000 gallons |
| Over | 100,000 gallons | 1.62 per 1,000 gallons |

*The \$9.24 minimum applies to 5/8" X 3/4" meters only. The minimums below apply to all other meter sizes.

| | |
|--------|---|
| 3/4" | \$13.06 Minimum Bill, includes first 3,000 gallons |
| 1" | 20.70 Minimum Bill, includes first 5,000 gallons |
| 1 1/2" | 37.45 Minimum Bill, includes first 10,000 gallons |
| 2" | 53.20 Minimum Bill, includes first 16,000 gallons |
| 3" | 86.12 Minimum Bill, includes first 30,000 gallons |
| 4" | 130.92 Minimum Bill, includes first 50,000 gallons |
| 6" | 242.92 Minimum Bill, includes first 100,000 gallons |

The rates to be charged after the minimum rate are the same regardless of meter size.

Monthly Sewer Rates For All Areas Inside The City of Smiths Grove:

5/8" X 3/4" Inch Meter

| | | |
|-------|-----------------|------------------------|
| First | 2,000 gallons | \$15.68 Minimum Bill* |
| Next | 6,000 gallons | 3.99 per 1,000 gallons |
| Next | 12,000 gallons | 3.79 per 1,000 gallons |
| Next | 80,000 gallons | 3.19 per 1,000 gallons |
| Over | 100,000 gallons | 2.39 per 1,000 gallons |

*The \$15.68 minimum applies to 5/8" X 3/4" meters only. The minimums below apply to all other meter sizes.

| | |
|--------|---|
| 3/4" | \$19.67 Minimum Bill, includes first 3,000 gallons |
| 1" | 27.65 Minimum Bill, includes first 5,000 gallons |
| 1 1/2" | 47.20 Minimum Bill, includes first 10,000 gallons |
| 2" | 68.94 Minimum Bill, includes first 16,000 gallons |
| 3" | 117.00 Minimum Bill, includes first 30,000 gallons |
| 4" | 180.80 Minimum Bill, includes first 50,000 gallons |
| 6" | 340.30 Minimum Bill, includes first 100,000 gallons |

The rates to be charged after the minimum rate are the same regardless of meter size.

Alan H Vilines
Engineering Manager
Warren County Water District
523 US Highway 31W Bypass
P. O. Box 10180
Bowling Green, KY 42102-4780